

CR 48
237

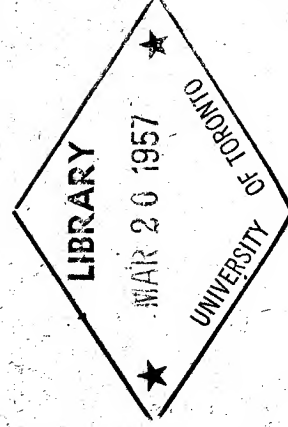
Fifth Session, Twenty-Second Parliament, 5-6 Elizabeth II, 1957.

THE SENATE OF CANADA

BILL L⁸.

An Act respecting The Western Assurance Company.

AS PASSED BY THE SENATE, 13th MARCH, 1957.



EDMOND CLOUTIER, C.M.G., O.A., D.S.P.
QUEEN'S PRINTER AND CONTROLLER OF STATIONERY
OTTAWA, 1957

CA1 YB
B37

Fifth Session, Twenty-Second Parliament, 5-6 Elizabeth II, 1957.

THE SENATE OF CANADA

BILL L⁸.

An Act respecting The Western Assurance Company.

AS PASSED BY THE SENATE, 13th MARCH, 1957.



EDMOND CLOUTIER, C.M.G., O.A., D.S.P.
QUEEN'S PRINTER AND CONTROLLER OF STATIONERY
OTTAWA, 1957

THE SENATE OF CANADA

BILL L⁸.

An Act respecting The Western Assurance Company.

Preamble.
1920, c. 98.

WHEREAS The Western Assurance Company has by its petition prayed that it be enacted as hereinafter set forth, and it is expedient to grant the prayer of the petition: Therefore Her Majesty, by and with the advice and consent of the Senate and House of Commons of Canada, 5 enacts as follows:—

1. Section 24 of chapter 98 of the statutes of 1920 is repealed and the following substituted therefor:—

Qualifica-
tion of
directors.

“24. No person shall be elected or continue to be a director unless he holds in his own name for his own use 10 and absolutely in his own right one hundred fully paid shares in the capital stock of the Company and has paid all liabilities incurred by him to the Company.”

EXPLANATORY NOTE.

Section 24 of *The Western Assurance Company Consolidation Act, 1920*, chapter 98 of the statutes of 1920, reads as follows:—

“**24.** No person shall be elected or continue to be a director unless he holds in his own name and for his own use shares of the capital stock of the Company to the amount of at least two thousand five hundred dollars, and has paid all calls due thereon and all liabilities to the Company incurred by him.”

Under this provision, a person, to be a director, is required to hold 250 shares of the Company which are of a par value of \$10.00 each. The Company's shares are fully paid and are available only in the open market, and at present, to be a director, a person is required to invest considerably more than \$2,500.00, without any resulting advantage to the Company.

The purpose of the proposed amendment is to provide that a person, to be a director, must hold 100 fully paid shares of the Company.

The share qualification required of a director of this Company would then be in line with that required by the general provisions of the *Canadian and British Insurance Companies Act*, chapter 31 of the Revised Statutes.